GOVERNMENT OF INDIA
NEW AND RENEWABLE ENERGY
LOK SABHA

UNSTARRED QUESTION NO:3530
ANSWERED ON:07.09.2007
LOAN FOR RENEWABLE ENERGY
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Will the Minister of NEW AND RENEWABLE ENERGY be pleased to state:

(a) whether Renewable Energy Development Agency sanction loans to States for setting up of non-conventional energy projects in the country;

(b) if so, the criteria thereof;

(c) the total loans released to each State during each of the last three years;

(d) whether any State has default to repay the loan during the period ;and

(e) if so, the action taken by the Government against them?

Answer

MINISTER OF THE STATE OF THE MINISTRY OF NEW AND RENEWABLE ENERGY (SHRI VILAS MUTTEMWAR)

(a)&(b):The Indian Renewable Energy Development Agency (IREDA) does not provide loans to state government departments. Loans are, however, sanctioned and disbursed to eligible project promoters/developers for setting up non-conventional energy projects. The criteria for sanctioning loans includes technical feasibility and economic viability of the project, creditworthiness of the borrower and eligibility conditions as laid down in the financing guidelines of IREDA.

(c): State-wise details of loans disbursed by IREDA to promoters/ developers during the last three years, i.e., 2004-05, 2005-06 and 2006-07 are given in Annexure-I.

(d):Loans sanctioned by IREDA to some borrowers have become non performing assets (NPAs). State-wise details of NPAs as on 31.3.2007 are given in Annexure-II.

(e):IREDA has taken a series of steps against defaulters for recovery of loans that include sending recall notices, filing cases before the Debt Recovery Tribunals and the Board for Industrial and Financial Reconstruction and taking action under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act,2002.